

## **FISCAL NOTE**

### **SB 3314 - HB 3487**

February 19, 2008

**SUMMARY OF BILL:** Requires local education agencies (LEAs) to offer an optional long-term care insurance plan that provides LEA employees the same coverage offered to state employees.

#### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – Exceeds \$200,000/One-Time**

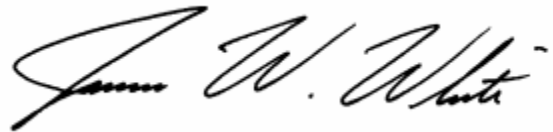
**Increase Local Expenditures – Exceeds \$100,000/Permissive**

Assumptions:

- According to the Department of Finance and Administration, the Edison system will be updated to incorporate the new coverage. The cost to update Edison is estimated to be a one-time increase in state expenditures exceeding \$200,000.
- Long-term health coverage for eligible LEA employees is an optional benefit and will be subject to local education insurance committee approval. Any cost associated with this coverage will be permissive to LEAs and is estimated to exceed \$100,000.
- The long-term care coverage will be available to employees of LEAs participating in the state-sponsored plan and to the fourteen school systems that maintain separate health plans.

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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